

tion 23, thence southerly approximately two miles to the southeast corner of Section 26, thence easterly approximately one mile to the northeast corner of Section 36, thence southerly approximately two miles to the southeast corner of Section 1, T1S, R1W, SM, thence westerly approximately three miles to the present city limits of the

City of Seward, thence northerly approximately one mile to the point of beginning."

Sec. 3. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved May 29, 1964

CHAPTER 110

AN ACT

Relating to investments of retirement funds in the Teachers' Retirement System; and providing for an effective date.

(S.C.S.H.B. 451)

Be it enacted by the Legislature of the State of Alaska:

Section 1. AS 14.25.180(b) is amended to read:

(b) When, in the opinion of the commissioner of administration, there is on hand in the retirement fund a surplus over and above a reasonably safe amount to take care of current demands upon the fund, the surplus or so much of it as in the judgment of the commissioner of administration is considered proper may be invested by the commissioner of revenue in (1) bonds or other interest-bearing obligations and securities of the United States or an agency of the United States, a state of the United States, or a political subdivision of any state of the United States, if the political subdivision has a population as shown by the last federal census preceding the investment of no less than 30,000 inhabitants, except no population limitation applies to a political subdivision of this state; (2) first lien real estate mortgage securities insured by the Federal Housing Administration under the National Housing Act of the United States, or held by the Department of Commerce, or the Department of Natural Resources; (3) corporation bonds, and preferred and common stocks as the commissioner of revenue

considers proper investments for the funds; (4) shares of federally chartered savings and loan associations in Alaska, to the extent that the investment is insured by the federal government or by an agency of the federal government; (5) deposits with mutual savings banks in Alaska, to the extent that the investment is insured by the federal government or an agency of the federal government; and (6) deposits with state and national banks in Alaska to the extent that the investment is insured by the federal government or an agency of the federal government. No more than 15 per cent of the surplus may be invested in mortgage securities of the Department of Commerce, and the state shall appropriate sufficient money from the general fund to make good any losses as a result of failure of the obligors to pay on the notes. No more than \$300,000 of the surplus may be invested annually in the mortgage securities of the Department of Natural Resources, and the state shall appropriate sufficient money from the general fund to make good any losses as a result of failure of the obligors to pay on the notes.

Sec. 2. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved May 29, 1964